

Mid-Continent Region
Production United States



P.O. Box 552
Midland, TX 79702-0552
Telephone 815/682-1626

September 13, 1994

NW Petroleum Corporation
C/O Apache Oil Corporation
2000 Post Oak Blvd
Suite 100
Houston, TX 77056

*Case No.
11088*

Attn: Ceci Leonard

RE: Request for Waiver of Objection
Indian Basin "C" No. 2
Indian Basin (Upper Perm) Gas Pool
Eddy County, New Mexico

Marathon Oil Company is requesting your waiver of objection to Marathon's application to drill a gas well at an unorthodox location in Section 26 of Township 21-S, Range 23-E, Eddy County, New Mexico.

This application has been set for hearing on September 15, 1994, at the offices of the New Mexico Oil Conservation Division in Santa Fe, New Mexico.

The proposed well will be a replacement gas producer for the Indian Basin "C" No. 1, located in Unit F of said section. This well is no longer capable of producing in commercial quantities due to water production at this location. The proposed replacement well will be located in Unit F to the southwest of the original well at a location 990' FSL and 660' FWL of Section 26.

Marathon Oil Company is also requesting that the NMOCD approve an acreage factor of 0.65 for gas allowable purposes.

Numerous unorthodox location permit applications have been approved by the NMOCD in Indian Basin Field over the years. Marathon Oil Company believes that the drilling of this well is necessary to protect the correlative rights of it and its royalty owners. The acreage factor of 0.65 will protect the correlative rights of the offsetting interests.

RLS104.sk

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MW Petroleum Corporation
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If you have no objections to Marathon Oil Company's drilling and producing this unorthodox location, please sign and return one copy of this letter in the enclosed envelope. Should you have any questions regarding this matter, please call Rod Steward at (915) 687-8279.

Sincerely yours,

Rodney J. Steward

R. L. Steward, P.E.
Marathon Oil Company

MW Petroleum / Apache Corporation
Name of Company

Arthur Seabrook Leonard *9/14/94*
Representative's Signature and Date



2000 Post Oak Blvd., Suite 100, Houston, TX 77056-4400

FACSIMILE COVER SHEET

Date: 9/14/94

Time: 1:40

TO: NMOCD

COMPANY: _____

FAX NUMBER: (505) 827-5741

FROM: Ceci Leonard

PHONE NUMBER: (713) 296-6306

FAX NUMBER: _____

NUMBER OF PAGES: 3
(Including coversheet)

SUBJECT/COMMENTS: _____

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